

equal to current revenue from in-town consumers after a connection period of one year after completion. Based on the above assumption, in-town revenue is \$33,637 plus expected out-of-town revenue in an equal amount, which produces \$67,274 based upon present taxes.

Water rates in Taylorsville are relatively low at \$1.25 for the first 2,000 gallons, next 8,000 gallons at \$0.45 per 1,000 gallons, next 15,000 gallons at \$0.40 per 1,000 gallons, next 25,000 gallons at \$0.35 per 1,000 gallons and all over 50,000 gallons at \$0.20 per 1,000 gallons, with all sewer connections subject to a flat charge of \$1.00 each. The Engineer estimates that the \$1.00 sewer charge would produce approximately \$6,000 in revenue, thus the in-town water consumers, at current rates, would produce \$27,637 in water revenue.

From the analysis of water income heretofore given, the Engineers would recommend the amending of the water rates schedule to produce twice the present revenue. With the production of twice the revenue in mind, the Engineers would recommend consideration of the following monthly rate schedule:

Water Rates (In-Town)

Minimum	2,000 gallons at \$2.50
Next	3,000 gallons at \$0.90 per 1,000 gallons
Next	5,000 gallons at \$0.80 per 1,000 gallons
Next	15,000 gallons at \$0.70 per 1,000 gallons
Next	25,000 gallons at \$0.60 per 1,000 gallons
Next	50,000 gallons at \$0.50 per 1,000 gallons
Next	50,000 gallons at \$0.45 per 1,000 gallons
Next	100,000 gallons at \$0.40 per 1,000 gallons
All Over	250,000 gallons at \$0.35 per 1,000 gallons

Water Rates (Out-of-Town)

Two times the rate for In-Town consumers.

Sewer Service Charge

Fifty per cent (50%) of the water billing of all consumers connected to the sewer system.

The above rates, in the opinion of the Engineer, would produce water income to add 80 per cent to the present income of in-town consumers and would produce an equal amount from annexed areas for the following water income:

Present Income from In-Town	\$27,637.00
Eighty Per Cent Increase (New Rates)	22,110.00
Total In-Town Revenue (New Rates)	\$49,747.00
Proposed Annexation	49,747.00
Total Water Income	<u>\$99,494.00</u>